COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC APPLICATION OF JACKSON)	
ENERGY COOPERATIVE CORPORATION)	CASE NO.
FOR A GENERAL ADJUSTMENT IN EXISTING)	2019-00066
RATES)	

ORDER

On March 28, 2019, Jackson Energy Cooperative Corporation (Jackson Energy), pursuant to the "streamlined procedure" established in Case No. 2018-00407, filed an application seeking a revenue neutral adjustment to the rates charged to its residential customers. Jackson Energy proposes to increase the monthly residential customer charge and proposes a corresponding decrease to the monthly residential energy rate. Under the procedure established in Case No. 2018-00407, the Commission finds that the application meets the standards for the streamlined procedure and should be accepted for filing and processed according to the procedure established in Case No. 2018-00407. Based on the requirements of the streamlined rate procedure, the Commission finds that the application should be processed under this procedure. Accordingly, Jackson Energy should be granted deviation from the filing requirements of 807 KAR 5:001, Section 12(1)(a), and 807 KAR 5:001, Sections 16(1)(b)(2), (4)(j)-(s), 4(v), and 5(b)-(d). Jackson Energy has also requested deviation from certain other filing

¹ Case No. 2018-00407, A Review Of the Rate Case Procedure For Electric Distribution Cooperatives (Ky. PSC Mar. 26, 2019).

² Id. Appendix A, pp. 1-2.

requirements asserting that because the case is revenue neutral, the information required by these regulations is not necessary for the Commission to decide the case. The filing requirements from which Jackson Energy seeks deviation are: (1) 807 KAR 5:001, Section 16(4)(h), a summary of revenue requirements based on return on net investment rate base, return on capitalization, interest coverage, debt service coverage or operating ratio; (2) 807 KAR 5:001, Section 16(4)(i), a reconciliation of the rate base and capital used to determine revenue requirements; (3) 807 KAR 5:001, Section 16(4)(t), affiliate charges, allocations and payments with a description, explanation and demonstration of their reasonableness; (4) 807 KAR 5:001, Section 16(5)(a), a detailed income statement and balance sheet reflecting the impact of all proposed adjustments; and (5) 807 KAR 5:001, Section 16(5)(e), the number of customers to be added to the test period end level of customers and the related revenue requirements impact for all pro forma adjustments with complete details and supporting papers. Because this is a revenue neutral case, Jackson Energy also did not provide certain information required by the Commission's December 11, 2018 Order in Case No. 2018-00407.3 The Commission finds that Jackson Energy has provided sufficient grounds to justify deviation from the requested regulations.

All requests for intervention should be filed by April 19, 2019. As set forth in 807 KAR 5:001, Section 4(11)(a), a person requesting permissive intervention in a Commission proceeding is required to demonstrate either (1) a special interest in the proceedings which is not adequately represented in the case, or (2) that the person

³ See, Case No. 2018-00407, A Review of the Rate Case Procedure for Electric Distribution Cooperatives (Ky. PSC Dec. 11, 2018) Jackson Energy did not provide the information listed on pages 8– 10 of the Order.

requesting permissive intervention is likely to present issues or develop facts that will assist the Commission in fully considering the matter without unduly complicating or disrupting the proceedings. Further, KRS 278.040(2) requires that a person seeking intervention have an interest in the rates or service of a utility, as those are the only matters that are subject to the Commission's jurisdiction.

The Commission further finds that any person requesting to intervene in a Commission proceeding must state with specificity the person's special interest that is not adequately presented, or the issues and facts the person will present that will assist the Commission in fully considering the matter. A mere recitation of the quantity of electricity consumed by the movant or a general statement regarding a potential impact of a possible modification of rates will not be deemed sufficient to establish a special interest.

IT IS THEREFORE ORDERED that:

- 1. Jackson Energy's application is accepted for filing under the streamlined procedure and Jackson Energy is granted a deviation from the requirements of 807 KAR 5:001, Section 12(1)(a) and 807 KAR 5:001, Sections 16(1)(b)(2), (4)(h)-(t), 4(v), and 5(a)-(e).
- 2. Jackson Energy's 2017⁴ and 2018⁵ annual reports are incorporated by reference into the record of this proceeding.
 - 3. Requests for intervention shall be filed no later than April 19, 2019.

⁴ Annual Report of Jackson Energy Corporation to the Public Service Commission of the Commonwealth of Kentucky for the Calendar Year Ended December 31, 2017 (filed Mar. 29, 2018).

⁵ Annual Report of Jackson Energy Corporation to the Public Service Commission of the Commonwealth of Kentucky for the Calendar Year Ended December 31, 2018 (filed Mar. 29, 2019).

- All requests for information to Jackson Energy shall be filed no later than
 April 29, 2019.
- Jackson Energy shall file responses to requests for information no later than
 May 13, 2019.
 - 6. Any written comments shall be filed no later than May 20, 2019.
 - 7. The case shall be submitted for a decision on May 21, 2019.

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By the Commission

ENTERED

APR 1 0 2019

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

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